



**CHARTERED INSTITUTE OF BANKERS (GHANA)
ASSOCIATESHIP EXAMINATION**

**LEVEL IV
INSURANCE
JULY 2020**

N.B:

1. Read carefully the instructions on the cover of the answer book.
2. Answer **FIVE** questions only.
3. Each question carries **20** marks.
4. No aids such as calculators, books, dictionaries, papers, mathematical sets or slide rules are permitted in this examination.
5. Time allowed: **THREE HOURS.**
6. The total number of questions in this paper is **EIGHT.**
7. Candidates must ensure that they answer question in the appropriate answer book and **NOT on loose sheets** which are used only as supplementary sheets. Such answers will be cancelled.
8. **DO NOT WRITE YOUR NAME ON THE ANSWER BOOK.**
9. **DO NOT OPEN THIS QUESTION PAPER UNTIL YOU ARE INSTRUCTED TO DO SO**

ANSWER FIVE QUESTIONS ONLY

QUESTION 1

List and write brief notes on any five General Questions found on proposal forms.

(20 marks)

QUESTION 2

What do you understand by the term 'Alternative Dispute Resolution'?

(20 marks)

QUESTION 3

State and explain FOUR methods of indemnity available at the option of insurers when settling a claim.

(20 marks)

QUESTION 4

In which circumstances would an insurer consider the purchase of reinsurance cover?

(20 marks)

QUESTION 5

Distinguish between the Pure Risk and Speculative Risk.

(20 marks)

QUESTION 6

Distinguish between the following:

- a. Torts and Crimes
- b. Torts and Breach of Contract
- c. Liquidated and Unliquidated damages

(20 marks)

QUESTION 7

List and explain the five duties of an agent at law.

(20 marks)

QUESTION 8

Outline the elements that need to be present for a valid contract to be formed in the UK.

(20 marks)